

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 23, 1996

SUBJECT: **HB 2008**

This bill, if enacted, will authorize an increase in the Metropolitan Nashville-Davidson County hotel tax from a maximum of 3% to a maximum of 4%. Such increase will be deposited to the general fund.

The fiscal impact on local governments from enactment of this bill in and of itself is estimated to be minimal since the provisions of the bill are permissive.

The fiscal impact from enactment of this bill is estimated to be an increase in Metropolitan Nashville-Davidson County revenues of approximately \$3,100,000. This estimate is based on FY94-95 collections and assumes that the tax increase is approved by the local governing body and that hotel occupancy and room charges remain similar to FY94-95.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive style with a large, stylized initial "J".

James A. Davenport, Executive Director